COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING) CASE NO. OF SHARPSBURG WATER DISTRICT) 2015-00026

ORDER

On January 20, 2015, Sharpsburg Water District ("Sharpsburg") submitted an application for approval to adjust its rates pursuant to the purchased water adjustment procedure. ¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Sharpsburg purchases water from the Bath County Water District ("Bath County) and the city of Carlisle ("Carlisle").
- 2. On January 15, 2015, Bath County increased its wholesale water rate to Sharpsburg from \$3.21 per 1,000 gallons to \$3.31 per 1,000 gallons.² Sharpsburg proposes to increase its water rates to reflect the increased cost of purchased water effective January 15, 2015.
- 3. During the 12 months ended December 31, 2014, Sharpsburg purchased 71,895,000 gallons of water from Bath County and 31,237,000 gallons of water from Carlisle. Sharpsburg sold 77,944,200 gallons of water during the same 12 months. The

¹ KRS 278.015; 807 KAR 5:068.

² Case No. 2014-00449, Application of Bath County Water District for a Purchased Water Adjustment (Ky. PSC Jan. 30, 2015).

increase in the cost of purchased water is \$7,189.50, resulting in a purchased water adjustment factor of \$0.10 per 1,000 gallons.

- 4. The purchased water adjustment of \$0.10 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- 5. Sharpsburg's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after January 15, 2015.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.10 per 1,000 gallons is approved.
- 2. Sharpsburg's proposed rates are approved.
- 3. Within 20 days of the date of this Order, Sharpsburg shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

FEB 0 9 2015

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00026 DATED FEB 0 9 2015

Bath County Purchases in gallons Volumetric rate	New Rate	Base Rate	
	71,895,000 \$ 3.31/1,000 \$237,972.45	71,895,000 \$ 3.21/ 1,000 \$ 230,782.95	
Carlisle Purchases in gallons Volumetric rate	31,237,000 No change \$ 0.00	31,237,000 <u>No change</u> \$ 0.00	
Total	\$237,972.45	\$230,782.95	
Increased water cost \$ 7,189.50			
Increased water cost Divided by gallons sold/1,000		\$ 7,189.50 77,944,200 \$ 0.0922	
Purchased water adjustment factor		\$0.10 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00026 DATED FEB 0 9 2015

The following rates and charges are prescribed for the customers in the area served by Sharpsburg Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

MONTHLY WATER RATES

<u>5/8- x 3/4-lnc</u>	<u>ch Meter</u>	
First	2,000 gallons	\$ 25.46 Minimum Bill
Next	3,000 gallons	6.24 per 1,000 gallons
Next	5,000 gallons	5.58 per 1,000 gallons
Over	10,000 gallons	5.32 per 1,000 gallons
1-Inch M	eter	
First	5,000 gallons	\$ 44.18 Minimum Bill
Next	5,000 gallons	5.58 per 1,000 gallons
Over	10,000 gallons	5.32 per 1,000 gallons
2-Inch M	eter	
First	16,000 gallons	\$ 104.00 Minimum Bill
Over	16,000 gallons	5.32 per 1,000 gallons
Schools		
First	50,000 gallons	\$ 284.88 Minimum Bill
Over	50,000 gallons	5.32 per 1,000 gallons

*Ms. Gayle Haney Manager/Distribution Operator Sharpsburg Water District 16 East Mill Street P. O. Box 248 Sharpsburg, KY 40374